

Message Text

CONFIDENTIAL

PAGE 01 STATE 263802

60

ORIGIN SS-25

INFO OCT-01 ISO-00 /026 R

DRAFTED BY ARA-LA/CAR:WBWHEELER:AF

APPROVED BY ARA:WDROGERS

ARA:HWSHLAUDEMAN

ARA/CAR:JRBURKE (DRAFT)

AA/LA:HKLEINE (DRAFT)

EB/IFD:RSMITH (DRAFT)

S/S-O: R. ELTZ

----- 036172

P 300237Z NOV 74

FM SECSTATE WASHDC

TO AMEMBASSY GEORGETOWN PRIORITY

C O N F I D E N T I A L STATE 263802

EXDIS

E.O. 11652: GDS

TAGS: EAID, EINV, EMIN, GY

SUBJECT: FUTURE STATUS OF A.I.D. OPERATIONS

REFER: GEORGETOWN 2085

JOINT STATE/AID MESSAGE

1. WE FULLY SHARE DESIRE FOR AMICABLE SETTLEMENT REYNOLDS NATIONALIZATION CASE IN MANNER THAT WOULD AVOID DETERIORATION OF OVERALL US-GUYANA RELATIONS AND PROVIDE PROMPT, ADEQUATE, AND EFFECTIVE COMPENSATION FOR REYNOLDS. HOWEVER, WE WOULD NOT CONSIDER IT APPROPRIATE TO IMPLY TO GOG THAT WE WOULD BE FORTHCOMING ON ECONOMIC ASSISTANCE AS SWEETENER IN ORDER TO SECURE FAVORABLE REYNOLDS SETTLEMENT. SUCH ACTION COULD BE VIEWED AS TANTAMOUNT TO UTILIZING AID MONIES TO SUBSIDIZE OR OFFSET PAYMENTS RESULTING FROM GOG ACT TO NATIONALIZE US COMPANY.

2. AS EMBASSY KNOWS, CONTRARY TO BURNHAM'S ACCUSATIONS, USG HAS NOT IMPOSED ANY ECONOMIC SANCTIONS DESPITE GOG
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 263802

ACTIONS TO DATE. WE ARE CONTINUING WITH IMPLEMENTATION

OF AID PROJECTS FOR WHICH THERE ARE EXECUTED AGREEMENTS
AND AT PRESENT AID IS PREPARED TO CONSIDER ADJUSTMENTS
TO NEW AMSTERDAM AND GEORGETOWN ROAD PROJECTS WITHIN
SCOPE OF EXISTING LOAN AUTHORIZATIONS AND AS COMPATIBLE
WITH GOOD MANAGEMENT OF THE PIPELINE.

3. GIVEN GOG'S UNILATERAL IMPOSITION OF BAUXITE TAX LEVY
AND GOG'S INTENTION TO NATIONALIZE REYNOLDS BEFORE YEAR'S
END, DEPARTMENT BELIEVES THAT WE SHOULD DEFER FOR THE
PRESENT ANY FURTHER ACTIONS REGARDING FY 1975 AID PROGRAM
ACTIVITIES THAT INVOLVE OR IMPLY COMMITMENTS FOR NEW
PROJECTS. (UTILIZATION OF ALREADY ALLOTTED DOLS. 25,000
SDAF WILL BE AT CT DISCRETION.)

4. WOULD APPRECIATE YOUR VIEWS ASAP.
INGERSOLL

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: Z
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: NATIONALIZATION, ECONOMIC ASSISTANCE, MINING INDUSTRY, NEGOTIATIONS, TAXES
Control Number: n/a
Copy: SINGLE
Draft Date: 30 NOV 1974
Decaption Date: 28 MAY 2004
Decaption Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: boyleja
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE263802
Document Source: CORE
Document Unique ID: 00
Drafter: LA/CAR:WBWHEELER:AF
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D740347-0566
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t1974111/aaaaafe.tel
Line Count: 77
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN SS
Original Classification: CONFIDENTIAL
Original Handling Restrictions: EXDIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: EXDIS
Reference: GEORGETOWN 2085
Review Action: RELEASED, APPROVED
Review Authority: boyleja
Review Comment: n/a
Review Content Flags:
Review Date: 28 MAY 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <28 MAY 2002 by boyleja>; APPROVED <17 MAR 2003 by boyleja>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: FUTURE STATUS OF A.I.D. OPERATIONS
TAGS: EAID, EINV, EMIN, GY, REYNOLDS
To: GEORGETOWN
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005